

American Society for Eighteenth Century Studies

Report on Financial Statements

For the year ended June 30, 2016

American Society for Eighteenth Century Studies

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Independent Auditor's Report

Board of Directors
American Society for Eighteenth Century Studies
Winston-Salem, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of American Society for Eighteenth Century Studies (the Society), which comprise the statement of assets, liabilities and net assets - modified cash basis as of June 30, 2016, and the related statements of revenues, support, and expenses - modified cash basis and cash flows - modified cash basis for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position – modified cash basis of the Society as of June 30, 2016, and the changes in net assets and cash flows for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Elliott Davis Decosimo, LLC

Columbia, South Carolina
January 24, 2017

American Society for Eighteenth Century Studies
Statement of Assets, Liabilities and Net Assets - Modified Cash Basis
June 30, 2016

Assets

Current assets

Cash and cash equivalents	\$ 15,274
Investments	1,450,070
Total assets	<u>\$ 1,465,344</u>

Liabilities and Net Assets

Current liabilities

Funds held for others	\$ 39,316
Accrued payroll	9,107
Total liabilities	<u>48,423</u>

Net assets

Unrestricted	
Board designated net assets	130,000
Other unrestricted net assets	756,962
Total unrestricted net assets	<u>886,962</u>
Temporarily restricted	269,069
Permanently restricted	260,890
Total net assets	<u>1,416,921</u>
Total liabilities and net assets	<u>\$ 1,465,344</u>

See Notes to Financial Statements